

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 421 - HB 731

February 14, 2017

SUMMARY OF BILL: Prohibits any manufacturer or manufacturer's representative from having any financial interest in any wholesaler or establishment licensed for on premises consumption of alcoholic beverages. Prohibits any nonresident seller or representative licensed under Tenn. Code Ann. § 57-3-6 from having any financial interest in any wholesaler.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Prohibiting certain licensees from having a financial interest in certain other businesses in which licensure is required will result in a decrease in state licensing fee revenue to the Alcoholic Beverage Commission (ABC) if a current license holder terminates an existing license, and will increase state licensing fee revenue to ABC if new license applicants replace the others.
- The net impact of any state licensing fee revenue and any associated state expenditures for ABC is estimated to be not significant.
- Any impact on state and local tax revenue related to the manufacture, sale, and consumption of alcoholic beverages is estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee".

Krista M. Lee, Executive Director

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